

STATE EMPLOYEES INJURY COMPENSATION TRUST FUND
NOTES TO FINANCIAL STATEMENTS - Continued

Loss Liabilities and Expenses

Loss liabilities and expense reserving is required by the Governmental Accounting Standards Board - Statement Number Ten, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues." Losses are recorded as current liabilities and expenses in the year reported. SEICTF losses are estimated liability claims reported and in process of settlement. IBNR recognizes losses that have occurred but have not yet been reported. This liability and expense is determined by a professional actuary. Employee injury claims filed are generally reported in the year of occurrence except those losses filed at the end of the fiscal year. Those claims that have been reported are likely to be understated because of unknown medical expense.

Unpaid Reported Claims Liabilities:	2001	2000
Unpaid claims and adjustment expenses at beginning of year	\$4,157,148	\$4,617,557
Incurred Claims and Adjustment Expenses:		
Provision for insured events of the current year	497,471	187,042
Increase (Decrease) in provision for insured events of prior years	2,120,795	952,067
Total incurred claims and adjustment expenses	2,618,266	1,139,109
Payments:		
Claims and adjustment expenses attributable to insured events of the current year	541,368	262,641
Claims and adjustment expenses attributable to insured events of prior years	2,307,935	1,336,877
Total Payments	2,849,303	1,599,518
Total unpaid claims and adjustment expenses at end of year	3,926,111	4,157,148
Incurred But Not Reported (IBNR):		
Incurred but not reported at beginning of year	2,943,669	3,658,169
Increase (Decrease) in incurred but not reported	(162,926)	(714,500)
Incurred but not reported at end of year	2,780,743	2,943,669
Total Unpaid Reported Claims Liabilities and IBNR at end of year	\$6,706,854	\$7,100,817

STATE EMPLOYEE INJURY COMPENSATION TRUST FUND
Underwriting Expenditures
(Claims and Expenses Paid)
Seven Year History

Fiscal Year	Total	<u>P o l i c y Y e a r o f C l a i m</u>						
		2001	2000	1999	1998	1997	1996	1995
1995*	410,945							410,945
1996	2,736,679						1,843,975	892,704
1997	2,797,761					1,477,218	994,260	326,283
1998	2,986,998				347,888	1,714,292	702,972	221,845
1999	1,753,553			208,497	57,131	853,112	464,299	170,514
2000	1,599,518		262,641	(478,794)	571,892	683,213	392,680	167,886
2001	2,849,303	541,368	386,617	694,847	349,821	422,446	338,999	115,205

* The 1994 legislature established the State Employee Injury Compensation Trust Fund effective October 1, 1994.

RISK MANAGER

Jerry L. Carpenter

ADMINISTRATIVE

Marilyn Tucker
Joyce Gassett
Brenda Gause
Elaine Tate

MAINTENANCE

Tommy Hawkins

INFORMATION SYSTEMS

Becky Cole
Sharon Henderson

CLAIMS

J. Ray Warren
Kim Huggins
Leigh Warner
Rick Light
Dorothy Roberts
Teresa Nobles
Pete Maddock
Kristi Kelley

EMPLOYEE ASSISTANCE

Sam Boswell
Vernessa Law

LOSS CONTROL

Mike Jarrett

UNDERWRITING

Carl Walter
Dale Whittle
Jack Pierce
Walter Cooper
Harper Pruett
Ken Barnett
Matthew Payne